LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6832 NOTE PREPARED: Feb 14, 2008 **BILL NUMBER:** SB 345 **BILL AMENDED:** Jan 28, 2008

SUBJECT: Collection of Unemployment Contributions.

FIRST AUTHOR: Sen. Weatherwax

BILL STATUS: CR Adopted - 2nd House

FIRST SPONSOR: Rep. Niezgodski

FUNDS AFFECTED: GENERAL IMPACT: State & Local

X DEDICATED FEDERAL

<u>Summary of Legislation:</u> (Amended) This bill requires the Department of Workforce Development to operate a data match system with financial institutions doing business in Indiana for use only in the collection of unpaid final assessments of employer contributions for the state's unemployment insurance system.

The bill makes conforming amendments.

Effective Date: (Amended) Upon passage.

Explanation of State Expenditures: (Revised) The Department of Workforce Development could incur additional administrative costs associated with the operation of the match system. The department is required to pay financial institutions a reasonable fee of at least \$5 for each warrant issued to the financial institution. The match system would be similar to the system used by the Department of Revenue with individuals.

Explanation of State Revenues: The bill should aid the Department of Workforce Development in the collection of unpaid unemployment insurance assessments, interest, penalties, and associated collection costs.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Department of Workforce Development.

Local Agencies Affected:

SB 345+ 1

Information Sources:

Fiscal Analyst: Chuck Mayfield, 317-232-4825.

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